

FY 2007: Year in Review

Type of Project	Number of Applications	Proposed Capital Costs	Approved As Is	Less	Withdrawn Denied	Capital Cost Savings			
Projects									
Hospitals	42	\$143,608,397	31	10	0	1	\$13,482,855		
Nursing Homes	10	43,531,245	9	1	0	0	278,436		
Freestanding	4	8,197,988	4	0	0	0	0		
Residential Care	15	23,614,991	13	2	0	0	100,161		
Cost Overruns	4	1,703,503	4	0	0	0	0		
SUB-TOTAL			75	\$220,656,124	61	13	0	1	\$13,861,452
Non-App. Requests			56	26,582,768	55	0	0	1	518,125
GRAND TOTAL			131	\$247,238,892	116	13	0	2	\$14,379,577

In FY 2007, the Certificate of Need Program continued to maintain a busy pace. The volume of applications (75) was significantly higher than the 64 reviewed in FY 2006. The increase was due to a higher number of hospital applications, primarily for major medical equipment, and residential care applications. Program revenues in the form of application fees (\$296,160) once again exceeded the cost to administer the program (\$151,054).

Long-term care activity for intermediate care and skilled nursing facilities (ICF/SNF), residential care and assisted living facilities (RCF/ALF) and long-term care hospitals (LTCH) in FY 2007 continued at a steady rate. The following chart provides a breakdown of the LTC proposals processed in FY 2007:

Long Term Care Proposals Processed in FY 2007

	ICF/SNF		RCF/ALF		LTCH		TOTAL	
	Proposals	Beds	Proposals	Beds	Proposals	Beds	Proposals	Beds
<u>Full Applications</u>								
- New Facility	1	120	4	138	0	0	5	258
- Expansion	3	90	2	24	0	0	5	114
<u>Expedited Applications</u>								
- Bed Purchase	4	90	2	32	n/a	n/a	6	122
- Bed Replacement	1	53	4	76	n/a	n/a	5	129
- Renovate/Modernize	1	246	3	146	n/a	n/a	4	392
<u>Non-Applicability</u>								
- 10-Bed/10%	9	62	15	44	n/a	n/a	24	106
- < \$600,000	3	0	14	213	n/a	n/a	17	213
TOTAL	22	661	44	673	0	0	66	1,334

In FY 2007, LTC proposals involving 1,334 beds were reviewed. This was a substantial reduction from the 2,327 reviewed in FY 2006. In addition, many proposals did not involve additional beds.

The six *purchase* and five *replacement* applications for ICF/SNF and RCF/ALF facilities allowed 251 beds to be moved from one location to another. The four *renovation/modernization* applications allowed an additional 392 beds to be upgraded in place. Thus, the actual number of "additional beds" reviewed in FY 2007 was **691**.

Finally, all of the additional LTC beds reviewed will not be developed. Two non-applicability proposals for 32 beds were relinquished, and one for 20 beds upgraded a FY 2006 proposal from RCF to ALF. As a result, the actual number of additional LTC beds to be developed from actions taken in FY 2007 will be **639** (264 ICF/SNF, 375 RCF/ALF and 0 LTCH).